

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Balance Sheet
As of 9/30/2007

11/7/2007

	As of <u>9-30-07</u>	As of <u>6-30-07</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 760,993,744	\$ 770,492,688
INTERNATIONAL EQUITIES	488,859,678	490,001,433
DOMESTIC FIXED INCOME	361,349,227	344,949,636
INTERNATIONAL FIXED INCOME	90,355,883	84,675,151
REAL ESTATE	216,961,661	212,437,075
ALTERNATIVE INVESTMENTS	87,619,702	87,610,571
INVESTED CASH (NOTE 1)	<u>6,285,357</u>	<u>16,588,981</u>
 TOTAL INVESTMENTS	 2,012,425,252	 2,006,755,535
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	9,109,711	8,366,607
CONTRIBUTIONS RECEIVABLE	59,276	8,058,323
MISCELLANEOUS RECEIVABLE	<u>1,812</u>	<u>3,064</u>
 TOTAL RECEIVABLES	 9,170,799	 16,427,994
 OTHER ASSETS		
OPERATING CASH (NOTE 3)	9,952,578	9,950,883
FIXED ASSETS (NET OF ACCUM DEPR)	<u>789,382</u>	<u>789,382</u>
 TOTAL ASSETS	 <u><u>\$ 2,032,338,011</u></u>	 <u><u>\$ 2,033,923,794</u></u>
 LIABILITIES:		
ACCOUNTS PAYABLE	19,942	57,716
ACCRUED EXPENSES	512,242	483,601
CAPITAL LEASE PAYABLE	1,210	1,210
INVESTMENT EXPENSES PAYABLE	<u>3,602,238</u>	<u>3,603,855</u>
 TOTAL LIABILITIES	 4,135,632	 4,146,382
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	2,029,777,412	1,721,308,223
CASH IN DURING YEAR (NOTE 4)	35,283,999	154,153,000
CASH OUT DURING YEAR (NOTE 5)	35,283,999	154,153,000
NET INCREASE (DECREASE)	<u>(1,575,033)</u>	<u>308,469,189</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>2,028,202,379</u>	 <u>2,029,777,412</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u><u>\$ 2,032,338,011</u></u>	 <u><u>\$ 2,033,923,794</u></u>

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 9/30/2007

	Month Ended <u>9-30-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 4,939,919	\$ 12,786,847
SECURITIES LENDING INCOME	640,077	2,014,581
	<u>5,579,996</u>	<u>14,801,428</u>
GAIN ON SALE OF INVESTMENTS	14,674,243	58,632,481
LOSS ON SALE OF INVESTMENTS	<u>10,830,131</u>	<u>38,256,571</u>
NET GAINS (LOSSES) INVESTMENTS	3,844,112	20,375,910
INVESTMENT EXPENSES	538,091	3,337,887
SECURITIES LENDING EXPENSES	<u>605,905</u>	<u>1,895,240</u>
NET INVESTMENT INCOME	8,280,112	29,944,211
NET APPREC (DEPREC) MARKET VALUE	54,323,864	(4,053,942)
MISCELLANEOUS INCOME/(EXPENSE)	<u>3,375</u>	<u>20,067</u>
TOTAL INVESTMENT INCOME	62,607,351	25,910,336
CONTRIBUTIONS & ASSESSMENTS (NOTE 6)	1,764,927	2,608,960
PURCHASED SERVICE CREDIT (NOTE 7)	215,583	426,947
PENALTY & INTEREST (NOTE 8)	<u>447</u>	<u>17</u>
TOTAL ADDITIONS	<u>64,588,308</u>	<u>28,946,260</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 9)	8,810,558	26,379,478
PARTIAL LUMP SUM BENEFITS PAID	27,952	244,102
REFUNDS TO MEMBER (NOTE 10)	<u>3,315,636</u>	<u>3,621,060</u>
TOTAL BENEFITS PAID	12,154,146	30,244,640
ADMINISTRATIVE EXPENSES	112,536	276,653
TOTAL DEDUCTIONS	<u>12,266,682</u>	<u>30,521,293</u>
NET INCREASE (DECREASE)	<u>\$ 52,321,626</u>	<u>\$ (1,575,033)</u>

TEACHERS' FUND FOR RETIREMENT
Notes To Financial Statements
September 30, 2007

11/7/2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 3 OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 4 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6 CONTRIBUTIONS

Contributions on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution of 15.5 percent that must be remitted monthly.

NOTE 7 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

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11/7/2007

Notes to Financial Statements

9/30/2007

NOTE 8 PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions.

NOTE 9 BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 10 REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.